

EXHIBIT 27

Form 1120		U.S. Corporation Income Tax Return		OMB No. 1545-0123	
Department of the Treasury Internal Revenue Service (77)		For calendar year 2007 or tax year beginning _____, ending _____ ▶ See separate instructions.			
A Check if: 1a Consolidated return (attach Form 951) b Life/monthly consolidated return 2 Personal holding co. (attach Sch. PH) 3 Personal service corp. (see instructions) 4 Schedule M-3 attached <input checked="" type="checkbox"/>		Use IRS label. Otherwise, print or type. Name: Lehman Brothers Commercial Corporation Number, street, and room or suite no. If a P.O. box, see instructions: 70 Hudson Street, Corp. Tax Dept. 10th Floor City or town, state, and ZIP code: Jersey City, NJ 07302-3988		B Employer identification number 13-2927667 C Date incorporated 12/08/1977 D Total assets (see instructions) \$ 2,984,806,067.	
E Check if: (1) <input type="checkbox"/> Initial return (2) <input type="checkbox"/> Final return (3) <input type="checkbox"/> Name change (4) <input type="checkbox"/> Address change					
Income	1a Gross receipts or sales	129,279,182.		b Less returns and allowances	
	2 Cost of goods sold (Schedule A, line 8)			c Bal ▶	1c 129,279,182.
	3 Gross profit. Subtract line 2 from line 1c			2	
	4 Dividends (Schedule C, line 19)			3	129,279,182.
	5 Interest	See Statement 1.		4	
	6 Gross rents			5	73,917,533.
	7 Gross royalties			6	
	8 Capital gain net income (attach Schedule D (Form 1120))			7	
	9 Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797)			8	
	10 Other income (see instructions - attach schedule)	See Statement 1.		9	
	11 Total income. Add lines 3 through 10			10	-14,943,116.
Deductions (See instructions for limitations on deductions.)	12 Compensation of officers (Schedule E, line 4)			11	188,253,599.
	13 Salaries and wages (less employment credits)			12	
	14 Repairs and maintenance			13	360,826.
	15 Bad debts			14	20.
	16 Rents	See Statement 2.		15	
	17 Taxes and licenses	See Statement 2.		16	1,373.
	18 Interest	See Statement 2.		17	13,546,795.
	19 Charitable contributions			18	63,267,710.
	20 Depreciation from Form 4562 not claimed on Schedule A or elsewhere on return (attach Form 4562)			19	
	21 Depletion			20	244.
	22 Advertising			21	
Tax and Payments	23 Pension, profit-sharing, etc., plans			22	
	24 Employee benefit programs			23	
	25 Domestic production activities deduction (attach Form 8903)			24	10,463.
	26 Other deductions (attach schedule)	See Statement 3.		25	
	27 Total deductions. Add lines 12 through 26			26	20,180,614.
	28 Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11			27	97,368,045.
	29 Less: a Net operating loss deduction (see instructions)	29a		28	90,885,554.
	b Special deductions (Schedule C, line 20)	29b		29c	
	30 Taxable income. Subtract line 29c from line 28 (see instructions)			30	90,885,554.
	31 Total tax (Schedule J, line 10)			31	NONE
	32a 2006 overpayment credited to 2007	32a			
b 2007 estimated tax payments	32b				
c 2007 refund applied for on Form 4466	32c		d Bal ▶	32d	
e Tax deposited with Form 7004			32e		
f Credits: (1) Form 2439 (2) Form 4139			32f		
33 Estimated tax penalty (see instructions). Check if Form 2220 is attached			32g		
34 Amount owed. If line 32g is smaller than the total of lines 31 and 33, enter amount owed			33		
35 Overpayment. If line 32g is larger than the total of lines 31 and 33, enter amount overpaid			34		
36 Enter amount from line 35 you want. Credited to 2008 estimated tax			35		
			36		
Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.					
Sign Here	Signature of officer		Date	Title	May the IRS discuss this return with the preparer shown below (see instructions)? <input type="checkbox"/> Yes <input type="checkbox"/> No
Paid Preparer's Use Only	Preparer's signature		Date	Preparer's SSN or PTIN	
	Firm's name (or yours if self-employed), address, and ZIP code		EIN		
			Phone no.		

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Schedule A Cost of Goods Sold (see instructions)

1	Inventory at beginning of year	1	
2	Purchases	2	
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	
6	Total. Add lines 1 through 5	6	
7	Inventory at end of year	7	
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	

9 a Check all methods used for valuing closing inventory:

- (i) ☐ Cost
 (ii) ☐ Lower of cost or market
 (iii) ☐ Other (Specify method used and attach explanation.) ▶

b Check if there was a writedown of subnormal goods ▶ ☐c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶ ☐

d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing

inventory computed under LIFO

9d

e If property is produced or acquired for resale, do the rules of section 263A apply to the corporation? ☐ Yes ☐ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes,"

attach explanation

☐ Yes ☐ No**Schedule C Dividends and Special Deductions** (see instructions)

	(a) Dividends received	(b) %	(c) Special deductions (a) x (b)
1	Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock)	70	
2	Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)	80	
3	Dividends on debt-financed stock of domestic and foreign corporations	See instructions	
4	Dividends on certain preferred stock of less-than-20%-owned public utilities	42	
5	Dividends on certain preferred stock of 20%-or-more-owned public utilities	48	
6	Dividends from less-than-20%-owned foreign corporations and certain FSCs	70	
7	Dividends from 20%-or-more-owned foreign corporations and certain FSCs	80	
8	Dividends from wholly owned foreign subsidiaries	100	
9	Total. Add lines 1 through 8. See instructions for limitation		
10	Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958	100	
11	Dividends from affiliated group members	100	
12	Dividends from certain FSCs	100	
13	Dividends from foreign corporations not included on lines 3, 6, 7, 8, 11, or 12		
14	Income from controlled foreign corporations under subpart F (attach Form(s) 5471)		
15	Foreign dividend gross-up		
16	IC-DISC and former DISC dividends not included on lines 1, 2, or 3		
17	Other dividends		
18	Deduction for dividends paid on certain preferred stock of public utilities		
19	Total dividends. Add lines 1 through 17. Enter here and on page 1, line 4		
20	Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on page 1, line 29b		

Schedule E Compensation of Officers (see instructions for page 1, line 12)

Note: Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1) are \$500,000 or more.

(a) Name of officer	(b) Social security number	(c) Percent of time devoted to business	Percent of corporation stock owned		(f) Amount of compensation
			(d) Common	(e) Preferred	
1		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
2	Total compensation of officers				
3	Compensation of officers claimed on Schedule A and elsewhere on return				
4	Subtract line 3 from line 2. Enter the result here and on page 1, line 12				

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Schedule J Tax Computation (see instructions)

1	Check if the corporation is a member of a controlled group (attach Schedule O (Form 1120))	<input checked="" type="checkbox"/>	
2	Income tax. Check if a qualified personal service corporation (see instructions)	<input type="checkbox"/>	NONE
3	Alternative minimum tax (attach Form 4626)		
4	Add lines 2 and 3		NONE
5a	Foreign tax credit (attach Form 1118)	5a	
b	Credits from Forms 5735 and 8834	5b	
c	General business credit. Check applicable box(es): <input type="checkbox"/> Form 6478 <input type="checkbox"/> Form 8835, Section B <input type="checkbox"/> Form 8544 <input type="checkbox"/> Form 8846	5c	
d	Credit for prior year minimum tax (attach Form 8827)	5d	
e	Bond credits from: <input type="checkbox"/> Form 8860 <input type="checkbox"/> Form 8912	5e	
6	Total credits. Add lines 5a through 5e	6	
7	Subtract line 6 from line 4	7	NONE
8	Personal holding company tax (attach Schedule PH (Form 1120))	8	
9	Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697 <input type="checkbox"/> Form 8866 <input type="checkbox"/> Form 8902 <input type="checkbox"/> Other (attach schedule)	9	
10	Total tax. Add lines 7 through 9. Enter here and on page 1, line 31	10	NONE

Schedule K Other Information (see instructions)

1	Check accounting method: a <input type="checkbox"/> Cash b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) _____	Yes	No	7	At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of stock of the corporation entitled to vote or (b) the total value of all classes of stock of the corporation?	Yes	No
2	See the instructions and enter the:				If "Yes," enter: (a) Percentage owned _____ and (b) Owner's country _____		
a	Business activity code no. <u>523140</u>						
b	Business activity <u>COMMODITY BROKERS</u>						
c	Product or service <u>COMMODITY BROKERS</u>						
3	At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).)	X			c The corporation may have to file Form 5472, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter number of Forms 5472 attached _____		
	If "Yes," attach a schedule showing: (a) name and employer identification number (EIN), (b) percentage owned, and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year. <u>Stnt. 4</u>						
4	Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group?	X			8 Check this box if the corporation issued publicly offered debt instruments with original issue discount. <input type="checkbox"/>		
	If "Yes," enter name and EIN of the parent corporation <u>13-3216325</u> <u>LEHMAN BROTHERS HOLDINGS INC.</u>				If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.		
5	At the end of the tax year, did any individual, partnership, corporation, estate, or trust own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).)	X			9 Enter the amount of tax-exempt interest received or accrued during the tax year <u>\$</u> _____		
	If "Yes," attach a schedule showing name and identifying number. (Do not include any information already entered in 4 above.) Enter percentage owned <u>100.00</u>				10 Enter the number of shareholders at the end of the tax year (if 100 or fewer) _____		
6	During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 316.)	X			11 If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here <input type="checkbox"/>		
	If "Yes," file Form 5452, Corporate Report of Nondividend Distributions.				If the corporation is filing a consolidated return, the statement required by Regulations section 1.1502-21(b)(3) must be attached or the election will not be valid.		
	If this is a consolidated return, answer here for the parent corporation and on Form 851, Affiliations Schedule, for each subsidiary.				12 Enter the available NOL carryover from prior tax years (Do not reduce it by any deduction on line 29a.) <u>\$</u> _____		
					13 Are the corporation's total receipts (line 1a plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than \$250,000?		X
					If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2 on page 4. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year. <u>\$</u> _____		

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Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1	Cash		78,655,811.		507,030.
2a	Trade notes and accounts receivable	668,026,832.		1,230,613,689.	
b	Less allowance for bad debts	()	668,026,832.	()	1,230,613,689.
3	Inventories		1,461,399,742.		1,265,564,632.
4	U.S. government obligations	Stmt 5	116,456.		174,301.
5	Tax-exempt securities (see instructions)				
6	Other current assets (attach schedule)	Stmt 5	338,859,637.		487,947,218.
7	Loans to shareholders		NONE		
8	Mortgage and real estate loans				
9	Other investments (attach schedule)	Stmt 5	432,458.		
10a	Buildings and other depreciable assets				
b	Less accumulated depreciation	()		()	
11a	Depletable assets				
b	Less accumulated depletion	()		()	
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization	()		()	
14	Other assets (attach schedule)	Stmt 5	217,160.		-803.
15	Total assets		2,547,708,096.		2,984,806,067.
Liabilities and Shareholders' Equity					
16	Accounts payable		809,896,523.		616,988,266.
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (attach schedule)	Stmt 5	1,705,863,787.		2,343,104,038.
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach schedule)	Stmt 6	3,666,484.		-67,529,320.
22	Capital stock: a Preferred stock				
	b Common stock	1,000.	1,000.	1,100.	1,100.
23	Additional paid-in capital		11,299,976.		11,299,976.
24	Retained earnings-Appropriated (attach schedule)				
25	Retained earnings - Unappropriated		16,980,326.		80,942,007.
26	Adjustments to shareholders' equity (attach schedule)				
27	Less cost of treasury stock		()		()
28	Total liabilities and shareholders' equity		2,547,708,096.		2,984,806,067.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return

Note: Schedule M-3 required instead of Schedule M-1 if total assets are \$10 million or more - see instructions

1	Net income (loss) per books	63,961,684.	7	Income recorded on books this year not included on this return (itemize):	
2	Federal income tax per books	34,440,908.		Tax-exempt interest \$	
3	Excess of capital losses over capital gains				
4	Income subject to tax not recorded on books this year (itemize):		8	Deductions on this return not charged against book income this year (itemize):	
	See Statement 7	-3,466,885.	a	Depreciation	100.
5	Expenses recorded on books this year not deducted on this return (itemize):		b	Charitable contributions	
a	Depreciation	\$			
b	Charitable contributions	\$			
c	Travel and entertainment	\$ 4.		See Statement 7	167,598.
	See Statement 7	-3,882,459.	9	Add lines 7 and 8	167,698.
6	Add lines 1 through 5	91,053,252.	10	Income (page 1, line 28) - line 5 less line 9	90,885,554.

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)

1	Balance at beginning of year	16,980,326.	5	Distributions: a Cash	
2	Net income (loss) per books	63,961,684.		b Stock	
3	Other increases (itemize):			c Property	
			6	Other decreases (itemize): Stmt 7	3.
			7	Add lines 5 and 6	3.
4	Add lines 1, 2, and 3	80,942,010.	8	Balance at end of year (line 4 less line 7)	80,942,007.

Schedule M-3 (Form 1120) 2007

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Name of corporation (common parent, if consolidated return)

Employer identification number

Lehman Brothers Commercial Corporation

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Check applicable box(es): (1) ☐ Consolidated group (2) ☐ Parent corp (3) ☐ Consolidated eliminations (4) ☐ Subsidiary corp (5) ☐ Mixed 1120/L/PC groupCheck if a sub-consolidated: (6) ☐ 1120 group (7) ☐ 1120 eliminations

Name of subsidiary (if consolidated return)

Employer identification number

Part II Reconciliation of Net Income (Loss) per Income Statement of Includible Corporations With Taxable Income per Return (see instructions)

Income (Loss) Items (Attach schedules for lines 1 through 8)	(a) Income (Loss) per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Income (Loss) per Tax Return
1 Income (loss) from equity method foreign corporations				
2 Gross foreign dividends not previously taxed				
3 Subpart F, QEF, and similar income inclusions				
4 Section 78 gross-up				
5 Gross foreign distributions previously taxed				
6 Income (loss) from equity method U.S. corporations				
7 U.S. dividends not eliminated in tax consolidation				
8 Minority interest for includible corporations				
9 Income (loss) from U.S. partnerships (attach schedule)				
10 Income (loss) from foreign partnerships (attach schedule)				
11 Income (loss) from other pass-through entities (attach schedule)				
12 Items relating to reportable transactions (attach details)				
13 Interest income (attach Form 9816-A)	73,917,533.			73,917,533.
14 Total accrual to cash adjustment				
15 Hedging transactions				
16 Mark-to-market income (loss)	132,753,427.	-3,469,956.		129,283,471.
17 Cost of goods sold (attach Form 9816-A)	()			()
18 Sale versus lease (for sellers and/or lessors)				
19 Section 461(a) adjustments				
20 Unearned/deferred revenue				
21 Income recognition from long-term contracts				
22 Original issue discount and other imputed interest				
23a Income statement gain/loss on sale, exchange, abandonment, worthlessness, or other disposition of assets other than inventory and pass-through entities				
b Gross capital gains from Schedule D, excluding amounts from pass-through entities				
c Gross capital losses from Schedule D, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses				
d Net gain/loss reported on Form 4797, line 17, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses				
e Abandonment losses				
f Worthless stock losses (attach details)				
g Other gain/loss on disposition of assets other than inventory				
24 Capital loss limitation and carryforward used				
25 Other income (loss) items with differences (attach schedule)				
26 Total income (loss) items. Combine lines 1 through 25	206,670,960.	-3,469,956.		203,201,004.
27 Total expense/deduction items (from Part III, line 38)	-111,238,470.	-4,047,086.	34,440,912.	-80,844,644.
28 Other items with no differences	-31,470,806.			-31,470,806.
29a Mixed groups, see instructions. All others, add lines 26 through 28	63,961,684.	-7,517,042.	34,440,912.	90,885,554.
b PC insurance subgroup reconciliation totals				
c Life insurance subgroup reconciliation totals				
30 Reconciliation totals. Combine lines 29a through 29c	63,961,684.	-7,517,042.	34,440,912.	90,885,554.

Note. Line 30, column (a), must equal the amount on Part I, line 11, and column (d) must equal Form 1120, page 1, line 28.

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Name of corporation (common parent, if consolidated return)

Employer identification number

Lehman Brothers Commercial Corporation

13-2927667

Check applicable box(es): (1) ☐ Consolidated group (2) ☐ Parent corp (3) ☐ Consolidated eliminations (4) ☐ Subsidiary corp (5) ☐ Mixed 1120/L/PC group

Check if a sub-consolidated: (6) ☐ 1120 group (7) ☐ 1120 eliminations

Name of subsidiary (if consolidated return)

Employer identification number

Part III Reconciliation of Net Income (Loss) per Income Statement of Includible Corporations With Taxable Income per Return - Expense/Deduction Items (see instructions)

Expense/Deduction Items	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1 U.S. current income tax expense	34,440,908.		-34,440,908.	
2 U.S. deferred income tax expense				
3 State and local current income tax expense	13,546,512.			13,546,512.
4 State and local deferred income tax expense				
5 Foreign current income tax expense (other than foreign withholding taxes)				
6 Foreign deferred income tax expense				
7 Foreign withholding taxes				
8 Interest expense (attach Form 8916-A)	63,267,710.			63,267,710.
9 Stock option expense				
10 Other equity-based compensation	-37,402.	384,787.		347,385.
11 Meals and entertainment	162.		-4.	158.
12 Fines and penalties				
13 Judgments, damages, awards, and similar costs				
14 Parachute payments				
15 Compensation with section 162(m) limitation				
16 Pension and profit-sharing				
17 Other post-retirement benefits				
18 Deferred compensation	16,512.	-3,071.		13,441.
19 Charitable contribution of cash and tangible property				
20 Charitable contribution of intangible property				
21 Charitable contribution limitation/carryforward				
22 Domestic production activities deduction				
23 Current year acquisition or reorganization investment banking fees				
24 Current year acquisition or reorganization legal and accounting fees				
25 Current year acquisition/reorganization other costs				
26 Amortization/impairment of goodwill				
27 Amortization of acquisition, reorganization, and start-up costs				
28 Other amortization or impairment write-offs				
29 Section 182 environmental remediation costs				
30 Depletion				
31 Depreciation	144.	100.		244.
32 Bad debt expense				
33 Corporate owned life insurance premiums				
34 Purchase versus lease (for purchasers and/or lessors)				
35 Other expense/deduction items with differences (attach schedule)	3,924.	3,665,270.		3,669,194.
36 Total expense/deduction items. Combine lines 1 through 35. Enter here and on Part II, line 27	111,238,470.	4,047,086.	-34,440,912.	80,844,644.

Schedule M-3 (Form 1120) 2007

Form **4626****Alternative Minimum Tax - Corporations**

OMB No. 1545-0175

2007Department of the Treasury
Internal Revenue Service▶ See separate instructions.
▶ Attach to the corporation's tax return.

Name		Employer identification number
Lehman Brothers Commercial Corporation		13-2927667
Note: See the instructions to find out if the corporation is a small corporation exempt from the alternative minimum tax (AMT) under section 55(e).		
1	Taxable income or (loss) before net operating loss deduction	90,885,554.
2	Adjustments and preferences:	
a	Depreciation of post-1986 property	2a
b	Amortization of certified pollution control facilities	2b
c	Amortization of mining exploration and development costs	2c
d	Amortization of circulation expenditures (personal holding companies only)	2d
e	Adjusted gain or loss	2e
f	Long-term contracts	2f
g	Merchant marine capital construction funds	2g
h	Section 833(b) deduction (Blue Cross, Blue Shield, and similar type organizations only)	2h
i	Tax shelter farm activities (personal service corporations only)	2i
j	Passive activities (closely held corporations and personal service corporations only)	2j
k	Loss limitations	2k
l	Depletion	2l
m	Tax-exempt interest income from specified private activity bonds	2m
n	Intangible drilling costs	2n
o	Other adjustments and preferences	2o
3	Pre-adjustment alternative minimum taxable income (AMTI). Combine lines 1 through 2o	90,885,554.
4	Adjusted current earnings (ACE) adjustment:	
a	ACE from line 10 of the ACE worksheet in the instructions	4a 90,885,554.
b	Subtract line 3 from line 4a. If line 3 exceeds line 4a, enter the difference as a negative amount (see instructions).	4b
c	Multiply line 4b by 75% (.75). Enter the result as a positive amount.	4c
d	Enter the excess, if any, of the corporation's total increases in AMTI from prior year ACE adjustments over its total reductions in AMTI from prior year ACE adjustments (see instructions). Note: You must enter an amount on line 4d (even if line 4b is positive).	4d
e	ACE adjustment. • If line 4b is zero or more, enter the amount from line 4c • If line 4b is less than zero, enter the smaller of line 4c or line 4d as a negative amount	4e
5	Combine lines 3 and 4e. If zero or less, stop here; the corporation does not owe any AMT.	90,885,554.
6	Alternative tax net operating loss deduction (see instructions).	6
7	Alternative minimum taxable income. Subtract line 6 from line 5. If the corporation held a residual interest in a REMIC, see instructions.	90,885,554.
8	Exemption phase-out (if line 7 is \$310,000 or more, skip lines 8a and 8b and enter -0- on line 8c):	
a	Subtract \$150,000 from line 7 (if completing this line for a member of a controlled group, see instructions). If zero or less, enter -0-	8a
b	Multiply line 8a by 25% (.25).	8b
c	Exemption. Subtract line 8b from \$40,000 (if completing this line for a member of a controlled group, see instructions). If zero or less, enter -0-	8c NONE
9	Subtract line 8c from line 7. If zero or less, enter -0-	90,885,554.
10	Multiply line 9 by 20% (.20)	18,177,111.
11	Alternative minimum tax foreign tax credit (AMTFTC) (see instructions)	11
12	Tentative minimum tax. Subtract line 11 from line 10	18,177,111.
13	Regular tax liability before applying all credits except the foreign tax credit and the American Samoa economic development credit	13 NONE
14	Alternative minimum tax. Subtract line 13 from line 12. If zero or less, enter -0-. Enter here and on Form 1120, Schedule J, line 3, or the appropriate line of the corporation's income tax return	14

For Paperwork Reduction Act Notice, see the instructions.

Form **4626** (2007)

Lehman Brothers Commercial Corporation

13-2927667

Adjusted Current Earnings (ACE) Worksheet

▶ See ACE Worksheet Instruction (which begin on page 8).

1	Pre-adjustment AMTI. Enter the amount from line 3 of Form 4626		1	90,885,554.
2	ACE depreciation adjustment:			
a	AMT depreciation	2a		
b	ACE depreciation:			
(1)	Post-1993 property	2b(1)		
(2)	Post-1989, pre-1994 property	2b(2)		
(3)	Pre-1990 MACRS property	2b(3)		
(4)	Pre-1990 original ACRS property	2b(4)		
(5)	Property described in sections 168(f)(1) through (4)	2b(5)		
(6)	Other property	2b(6)		
(7)	Total ACE depreciation. Add lines 2b(1) through 2b(6)	2b(7)		
c	ACE depreciation adjustment. Subtract line 2b(7) from line 2a		2c	
3	Inclusion in ACE of items included in earnings and profits (E&P):			
a	Tax-exempt interest income	3a		
b	Death benefits from life insurance contracts	3b		
c	All other distributions from life insurance contracts (including surrenders)	3c		
d	Inside buildup of undistributed income in life insurance contracts	3d		
e	Other items (see Regulations sections 1.56(g)-1(c)(6)(iii) through (ix) for a partial list)	3e		
f	Total increase to ACE from inclusion in ACE of items included in E&P. Add lines 3a through 3e		3f	
4	Disallowance of items not deductible from E&P:			
a	Certain dividends received	4a		
b	Dividends paid on certain preferred stock of public utilities that are deductible under section 247	4b		
c	Dividends paid to an ESOP that are deductible under section 404(k)	4c		
d	Nonpatronage dividends that are paid and deductible under section 1382(c)	4d		
e	Other items (see Regulations sections 1.56(g)-1(d)(3)(i) and (ii) for a partial list)	4e		
f	Total increase to ACE because of disallowance of items not deductible from E&P. Add lines 4a through 4e		4f	
5	Other adjustments based on rules for figuring E&P:			
a	Intangible drilling costs	5a		
b	Circulation expenditures	5b		
c	Organizational expenditures	5c		
d	LIFO inventory adjustments	5d		
e	Installment sales	5e		
f	Total other E&P adjustments. Combine lines 5a through 5e		5f	
6	Disallowance of loss on exchange of debt pools		6	
7	Acquisition expenses of life insurance companies for qualified foreign contracts		7	
8	Depletion		8	
9	Basis adjustments in determining gain or loss from sale or exchange of pre-1994 property		9	
10	Adjusted current earnings. Combine lines 1, 2c, 3f, 4f, and 5f through 9. Enter the result here and on line 4a of Form 4626		10	90,885,554.

Form **4562**Department of the Treasury
Internal Revenue Service**Depreciation and Amortization**
(Including Information on Listed Property)

OMB No. 1545-0172

2007Attachment
Sequence No. **67**

▶ See separate instructions.

▶ Attach to your tax return.

Name(s) shown on return

Lehman Brothers Commercial Corporation

Business or activity to which this form relates

Identifying number

13-2927667**General Depreciation and Amortization****Part I Election To Expense Certain Property Under Section 179***Note: If you have any listed property, complete Part V before you complete Part I.*

1	Maximum amount. See the instructions for a higher limit for certain businesses	1	
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2006 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2008. Add lines 9 and 10, less line 12	13	

*Note: Do not use Part II or Part III below for listed property. Instead, use Part V.***Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)**

14	Special allowance for qualified New York Liberty or Gulf Opportunity Zone property (other than listed property) and cellulosic biomass ethanol plant property placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2007	17	244.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here		

Section B - Assets Placed in Service During 2007 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
i Nonresidential real property			27.5 yrs.	MM	S/L	
			39 yrs.	MM	S/L	
				MM	S/L	

Section C - Assets Placed in Service During 2007 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year			40 yrs.	MM	S/L	

Part IV Summary (see instructions)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.	22	244.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Lehman Brothers Commercial Corporation
Form 4562 (2007)13-2927667
Page 2**Part V Listed Property** (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement.)**Note:** For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.**Section A - Depreciation and Other Information** (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed?		Yes	No	24b If "Yes," is the evidence written?		Yes	No
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction
25 Special allowance for qualified Gulf Opportunity Zone property placed in service during the tax year and used more than 50% in a qualified business use (see instructions) 25							
26 Property used more than 50% in a qualified business use:							
		%					
		%					
		%					
27 Property used 50% or less in a qualified business use:							
		%			S/L -		
		%			S/L -		
		%			S/L -		
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1 28							
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1 29							

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person.

If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1	(b) Vehicle 2	(c) Vehicle 3	(d) Vehicle 4	(e) Vehicle 5	(f) Vehicle 6
30 Total business/investment miles driven during the year (do not include commuting miles)						
31 Total commuting miles driven during the year						
32 Total other personal (noncommuting) miles driven						
33 Total miles driven during the year. Add lines 30 through 32						
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?						
36 Is another vehicle available for personal use?						

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see instructions).

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions.)		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.**Part VI Amortization**

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2007 tax year (see instructions):					
43 Amortization of costs that began before your 2007 tax year 43					
44 Total. Add amounts in column (f). See the instructions for where to report 44					

Form **8916-A****Supplemental Attachment to Schedule M-3**

OMB No. 1545-2061

Department of the Treasury

Internal Revenue Service

▶ Attach to Schedule M-3 for Form 1065, 1120, 1120-L, 1120-PC, or 1120S.

2007

Name of common parent

Employer identification number

Lehman Brothers Commercial Corporation13-2927667

Name of subsidiary

Employer identification number

Part I Cost of Goods Sold

Cost of Goods Sold Items	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1 Amounts attributable to cost flow assumptions				
2 Amounts attributable to:				
a Stock option expense				
b Other equity based compensation				
c Meals and entertainment				
d Parachute payments				
e Compensation with section 162(m) limitation				
f Pension and profit sharing				
g Other post-retirement benefits				
h Deferred compensation				
i Section 198 environmental remediation costs				
j Amortization				
k Depletion				
l Depreciation				
m Corporate owned life insurance premiums				
n Other section 263A costs				
3 Inventory shrinkage accruals				
4 Excess inventory and obsolescence reserves				
5 Lower of cost or market write-downs				
6 Other items with differences (attach schedule)				
7 Other items with no differences				
8 Total cost of goods sold. Add lines 1 through 7, in columns a, b, c, and d				

For Paperwork Reduction Act Notice, see page 4.

Form **8916-A** (2007)

Lehman Brothers Commercial Corporation

13-2927667

Form 8916-A (2007)

Page 2

Part II Interest Income

	Interest Income Item	(a) Income (Loss) per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Income (Loss) per Tax Return
1	Tax-exempt interest income				
2	Interest income from hybrid securities				
3	Sale/lease interest income				
4 a	Intercompany interest income - From outside tax affiliated group	9,336,904.			9,336,904.
4 b	Intercompany interest income - From tax affiliated group	64,573,172.			64,573,172.
5	Other interest income Stmt 10	7,457.			7,457.
6	Total interest income. Add lines 1 through 5. Enter total on Schedule M-3 (Forms 1120, 1120-PC, and 1120-L), Part II, line 13 or Schedule M-3 (Forms 1065 and 1120-S) Part II, line 11.	73,917,533.			73,917,533.

Part III Interest Expense

	Interest Expense Item	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1	Interest expense from hybrid securities				
2	Lease/purchase interest expense				
3 a	Intercompany interest expense - Paid to outside tax affiliated group	7,432,969.			7,432,969.
3 b	Intercompany interest expense - Paid to tax affiliated group	55,652,421.			55,652,421.
4	Other interest expense Stmt 11	182,320.			182,320.
5	Total interest expense. Add lines 1 through 4. Enter total on Schedule M-3 (Form 1120) Part III, line 8; Schedule M-3 (Forms 1120-PC and 1120-L), Part III, line 36; Schedule M-3 (Form 1065) Part III, line 27; or Schedule M-3 (Form 1120-S) Part III, line 26.	63,267,710.			63,267,710.

Form 8916-A (2007)

Form 1120, Page 1 Detail

Line 5 - Interest income

Intercompany Interest	73,910,076.
Other Interest, Investments, and Advances	7,457.
Total	73,917,533.

Line 10 - Other income

Foreign Exchange	-14,943,116.
Total	-14,943,116.

Statement 1

Form 1120, Page 1 Detail

Line 16 - Rents

Rent Expense - Real Property

1,373.

Total

1,373.

Line 17 - Taxes and licenses

Payroll Taxes

283.

* State and Local Income Taxes

13,546,512.

Total

13,546,795.

Line 18 - Interest deduction

Intercompany Interest
Interest

63,085,390.

182,320.

Total

63,267,710.

Statement 2

Form 1120, Page 1 Detail

Line 26 - Summary of Travel, Meals and Entertainment

Net meals & entertainment	158.
Total	158.

Line 26 - Other deductions

Travel, meals and entertainment	158.
Brokerage	12,064,716.
Commission & Clearing	496,396.
Market Data	18,460.
Telephone, Telegrams, Telex	1,329.
Postage & Freight	280.
Paper & Printing	415.
Office	267.
Cleaning & Maintenance	26.
Subscriptions & Publications	595.
Departmental Allocations	3,815,485.
Fees - Legal	60,293.
Fees - Consulting	242.
Professional Regulation Fees	3,172.
Systems Software	36,670.
Meals & Entertainment (Other)	23,013.
Credit Reserves	3,658,731.
Other Deductions	366.
Total	20,180,614.

Statement 3

Form 1120, Page 3 Detail

Schedule K, Line 3

A Name Lehman Brothers Commodities Far East Inc.

Employer ID number

22-3419652

B Percentage owned

100.00

Schedule K, Line 5

A Name Lehman Brothers Holdings Inc.

70 Hudson St., 10th Fl. Tax Dept., Jersey City, N.J. 07302

B Employer ID number

13-3216325

C Percentage owned

100.00

Statement 4

Form 1120, Page 4 Detail

Sch L, Line 4 -

U.S. government obligations

U.S. Government Obligations

Total

Beginning

Ending

116,456.

174,301.

116,456.

174,301.

Sch L, Line 6 -

Other current assets

Intercompany Accounts Receivable

Total

338,859,637.

487,947,218.

338,859,637.

487,947,218.

Sch L, Line 9 - Other investments

Other Investments

Investment in Consolid. Sub

Total

472,126.

-39,668.

432,458.

Sch L, Line 14 - Other assets

Other Assets

Total

217,160.

-803.

217,160.

-803.

Sch L, Line 18 -

Other current liabilities

Accrued State and Local Income Tax

Accrued Federal Income Tax

Intercompany Accounts Payable

Payroll Related

Other Current Liabilities

Total

-10,935,248.

5,768,725.

-25,349,661.

14,480,928.

690,473,655.

1,312,548,183.

-89,317.

-130,187.

1,051,764,358.

1,010,436,389.

1,705,863,787.

2,343,104,038.

Statement 5

Form 1120, Page 4 Detail

Sch L, Line 21 - Other liabilities

Beginning

Ending

Other Liabilities

3,666,484.

-64,062,435.

Reserves

-3,466,885.

Total

3,666,484.

-67,529,320.

Statement 6

Form 1120, Page 4 Detail

Sch M-1, Line 4 - Income subject to tax not recorded on books

Capital Markets Adjustments	-3,466,885.
Total	-3,466,885.

Sch M-1, Line 5 - Expenses recorded on books not deducted on return

Reserves - Other	-3,658,731.
Bonus Adjustments	-223,728.
Total	-3,882,459.

Sch M-1, Line 8 - Deductions on return not recorded on books

Equity	161,059.
Other Tax Deductions Not on Books	6,539.
Total	167,598.

Sch M-2, Line 6 - Other decreases

ROUNDING	3.
Total	3.

Statement 7

Schedule M-3, Part II Detail

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Line 28 - Other items with no differences

Other Income - Commissions & Fees	-4,289.
Other Income - Foreign Exchange	-14,943,116.
Brokerage	-12,064,716.
Office	-267.
Cleaning & Maintenance	-26.
Subscriptions & Publications	-595.
Departmental Allocation	10,695,542.
Fees - Legal	-60,293.
Fees - Consulting	-242.
Other Taxes	-283.
Professional Regulation Fees	-3,172.
Other Deductions	-14,548,063.
Rent	-1,373.
Repairs	-20.
Commission & Clearing	-496,396.
Meals & Entertainment (Other)	-23,013.
Market Data	-18,460.
Telephone, Telegrams, Telex	-1,329.
Postage & Freight	-280.
Paper & Printing	-415.

Total	-31,470,806.
	=====

13-2927667

Lehman Brothers Commercial Corporation

Schedule M-3, Part III Detail

Line 35 - Other expense/deduction items with differences

Description	Expense Per Income Stmt	Temporary Difference	Permanent Difference	Deduction per Tax Return
Credit Reserves		3,658,731.		3,658,731.
Employee Benefits	3,924.	6,539.		10,463.
Total	3,924.	3,665,270.		3,669,194.

Form 9916-A, Part II Detail

Part II Line 5 - Other Interest Income

Description	Per Income Stmt	Temporary Difference	Permanent Difference	Per Tax Return
Other Interest Income	7,457.			7,457.
Total	7,457.			7,457.

13-2927667

Lehman Brothers Commercial Corporation

Form 9916-A, Part III Detail

Line 4 - Other Interest Expense

Description	Per Income Stmt	Temporary Difference	Permanent Difference	Per Tax Return
Other interest expense	182,320.			182,320.
Total	182,320.			182,320.